PENNZOIL COMPANY POST OFFICE DRAWER 1828 • MIDLAND, TEXAS 79701 • PHONE (915) 682-7316

RECEIVED

JUL 1 7 1975

Mr. W. A. Gressett Oil Conservation Commission State of New Mexico P. O. Drawer -DD-Artesia, New Mexico 88210 O. C. C. ARTESIA, OFFICE

Re: Exception to Rule 402 Hudson-Federal No. 1 Section 4, T-21-S, R-29-E Golden Lane Strawn Pool Eddy County, New Mexico

Dear Bill:

July 16, 1975

Pennzoil Company respectfully requests exception to the New Mexico Oil Conservation Commission Rule No. 402 for their Hudson-Federal No. 1. This well produces approximately 500 MCF of gas, 22 barrels of condensate and 600 barrels of water per day. Shutting in of this well would cause irreparable damage.

Should the well ever have to be shut-in for any reason, a dead weight pressure will be taken.

Yours very/ J. C. Maney Petroleum Engineer

JCR:t